

## Highlights and Executive Summary for Miscellaneous 2.5% at 55 Risk Pool

The results presented below are contained in the Actuarial Valuation Reports for the Miscellaneous 2.5% at 55 Risk Pool. Use of this information, for purposes other than as outlined in the annual reports may be inappropriate.

### Risk Pool's Required Employer Contribution (figures net of employee contributions)

	Fiscal Year 2008 / 2009	Fiscal Year 2009 / 2010
<b>Contribution in Projected Dollars</b>		
1. Pool's Gross Employer Normal Cost	\$20,373,553	\$29,204,622
2. Payment on Pool's Amortization Base	1,446,805	2,423,234
3. Payment on Employer Side Funds	<u>9,928,052</u>	<u>12,145,791</u>
4. Total Required Contribution	\$31,748,787	\$43,775,112
<b>Contribution as a % of Projected Pay</b>		
5. Pool's Gross Employer Normal Cost	9.240%	9.178%
6. Payment on Pool's Amortization Base	0.656%	0.762%
7. Payment on Employer Side Funds	<u>4.503%</u>	<u>3.817%</u>
8. Total Required Contribution	14.399%	13.757%

These rates are the total required employer contributions by the pool for fiscal year 2008-2009 and 2009-2010. The Pool's Gross Employer Normal Cost includes the Class 1 surcharges for all employers that actually contract for the Class 1 type benefits. The payment on the pool's amortization base is the payment on the ongoing cumulative gains and losses experienced by the pool since its June 30, 2003 inception. The payment on employer side funds is the combination of all the expected individual amortization payments on every side fund in the pool.

### Risk Pool's Required Base Employer Rate

	Fiscal Year 2008 / 2009	Fiscal Year 2009 / 2010
<b>Contribution as a % of Projected Pay</b>		
1. Pool's Gross Employer Normal Cost	9.240%	9.178%
<u>Less:</u> Surcharges for Class 1 Benefits	<u>0.863%</u>	<u>0.775%</u>
2. Pool's Net Employer Normal Cost	8.377%	8.403%
3. Payment on Pool's Amortization Base	<u>0.656%</u>	<u>0.762%</u>
4. Pool's Base Employer Rate	9.033%	9.165%

The base employer contribution rate is the rate that each plan within the pool starts with and pays before any adjustments are made. It represents the pool funding for basic benefits (no Class 1 surcharges) for the Fiscal Year shown. To arrive at an plan's total contribution rate, several components must be added to this base rate. The components are Class 1 benefit surcharges, normal cost phase-out and any side-fund payment. More information about those additional components can be found in Section 1 of this report.

### Funded Status of the Risk Pool

	June 30, 2006	June 30, 2007
1. Entry Age Normal Accrued Liability	\$912,988,585	\$1,315,454,361
2. Actuarial Value of Assets (AVA)	831,688,706	1,322,660,245
3. Funded Ratio (AVA) (2) / (1)	91.1%	100.6%